# TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



### **FISCAL NOTE**

HB 3677 - SB 3681

February 28, 2012

**SUMMARY OF BILL:** Prohibits local governments, with populations greater than 500,000, from authorizing truck stops, travel centers, and diesel refueling stations with bays and parking for five or more tractor trailers located within one mile of any point where surface or ground water is available in such municipalities.

#### **ESTIMATED FISCAL IMPACT:**

Other Fiscal Impact – Prohibiting future construction and operation of certain businesses in Memphis and Nashville will result in unknown forgone amounts of state and local revenue.

#### Assumptions:

- Applies to the cities Memphis and Nashville.
- According to the Department of Environment and Conservation, any impact on the Department will be not significant.
- This bill will impact private business. The proximity of surface or ground water to interstate highways located in Memphis and Nashville will prevent any new truck stops, travel centers, and diesel refueling stations from being built and operated in Memphis or Nashville.
- Prohibiting future construction and operation of these businesses will result in forgone local tax revenue from various local taxes and fees. Some revenue will shift from Memphis and Nashville to other municipalities in Tennessee and to surrounding states.
- There will be forgone state revenue, in particular, in the Memphis area. A shift of future business locations to surrounding states will result in forgone state revenue from various taxes and fees.
- Due to multiple unknown factors, the precise amount of forgone revenue to state and local governments cannot be reasonably quantified.

## **CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

Lucian D. Geise, Executive Director

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